

ANNUAL REPORT

For the Year Ended December 31st, 1964

Kirkland Minerals

C o r p o r a t i o n L i m i t e d

Head Office: 9th Floor • 360 Bay Street • Toronto 1, Ontario

KIRKLAND MINERALS CORPORATION LIMITED

OFFICERS

EARL A. GLICK President
WILLIAM COLDOFF Vice-President
G. D. PATTISON Secretary-Treasurer
R. D. BELL Assistant Secretary-Treasurer



DIRECTORS

WILLIAM COLDOFF Toronto, Ont.
DAVID GLICK Toronto, Ont.
EARL A. GLICK Toronto, Ont.
DR. NATHAN HURWITZ Toronto, Ont.
MURRAY PEZIM Toronto, Ont.



AUDITORS

Halladay, Robinson & Company
Toronto, Ont.



TRANSFER AGENT AND REGISTRAR

Crown Trust Company
Toronto, Ont.



EXECUTIVE OFFICE

9th Floor, 360 Bay Street
Toronto 1, Ont.

KIRKLAND MINERALS CORPORATION LIMITED

9th Floor, 360 Bay Street
TORONTO 1, ONTARIO

Directors' Report

To the Shareholders,

KIRKLAND MINERALS CORPORATION LIMITED:

Presented herewith is the consolidated financial statement of your Company for the year ended December 31, 1964, with Auditors' Report thereon dated June 2, 1965.

1964 proved to be a year of hope and eventual frustration for the management of your Company. When Texas Gulf Sulphur announced its major discovery in the Timmins area of Ontario, your Company immediately commenced negotiations to acquire claims in Kidd Township and predictions were that your Company would once again become an important segment of the Canadian mining industry. Your Company was among the first to commence drilling operations after the Texas Gulf Sulphur announcement, and from May to June conducted a drilling program on its property in Kidd Township situated about four miles south of the Texas Gulf Sulphur discovery. Unfortunately no mineralization of economic significance was discovered and work in the area was suspended.

It is the intention of your Company's management to continue the search for a mining property which can be developed into a producing mine.

Submitted on behalf of the Board of Directors,

EARL A. GLICK,

President.

Toronto, Ontario,

June 3, 1965.

KIRKLAND MINERALS

(Incorporated under the law of the Province of Ontario)

Consolidated

AS AT 31 DECEMBER 1965

Assets

CURRENT

Cash in banks	\$	21,588.48	
Accounts receivable		9,931.52	\$ 31,520.00

INVESTMENTS

Berkeley Mines Limited Shares, at cost	\$	336,969.67	
Advances		552.66	
Marketable securities, at cost (Market value \$124,000.00)		167,185.00	
Other securities at cost and nominal values		185,113.50	689,820.83

FIXED

Mining claim interests at book values			257,626.00
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OTHER

Deferred expenditures of subsidiaries	\$	210,242.19	
Prepaid expense		1,350.00	211,592.19
			<u>\$ 1,190,559.02</u>

Auditor

To the Shareholders of
KIRKLAND MINERALS CORPORATION LIMITED:

We have examined the attached Consolidated Balance Sheet and its subsidiaries, Beauvale Mines Limited and Kiroko Mines Limited, related Consolidated Statement of Deficit for the year ended December 31, 1965, and have reviewed the accounting procedures and such tests of accounts as we considered necessary in the circumstances.

The expenditures of subsidiary companies, who are not included in the consolidated financial statements, for future periods, while expenditures of the parent company are included.

In our opinion the attached Consolidated Balance Sheet presents fairly the financial position of the companies as at December 31, 1965, for the year ended on that date.

Toronto, Ontario,
2 June, 1965.

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CORPORATION LIMITED

of the Province of Ontario)

Balance Sheet

CEMBER, 1964

Liabilities

CURRENT

Accounts payable	\$ 4,705.61	
Unclaimed dividends	10,158.52	\$ 14,864.13

Minority interest in subsidiary	6,945.00
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CAPITAL

Authorized — 5,000,000 shares of \$1.00 par value	
ISSUED AND FULLY PAID — 4,015,005 shares	\$ 4,015,005.00
DEFICIT — per statement	2,860,840.11
	<u>1,154,164.89</u>

SURPLUS — attributable to the excess of the book value of subsidiary shares over the cost thereof	14,585.00	1,168,749.89
		<u>\$ 1,190,559.02</u>

Approved on behalf of the Board of Directors:
"EARL A. GLICK"
Director

"W. COLDOFF"
Director

Report

Balance Sheet of Kirkland Minerals Corporation Limited
Explorations Limited, as at 31 December, 1964 and the
ended on that date. Our examination included a general
counting records and other supporting evidence as we con-

are still in the exploratory stage, have been deferred to
have been written off to current operations.

Balance Sheet and related Consolidated Statement of Deficit
at 31 December, 1964 and the results of their operations

MALLADAY, ROBINSON & COMPANY,
Chartered Accountants.

KIRKLAND MINERALS CORPORATION LIMITED

(Incorporated under the laws of the Province of Ontario)

NOTES TO THE CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER, 1964

1. During the year 465,000 shares were issued for \$103,000.00 cash.
2. By agreement of 4 June, 1963, contingent upon certain conditions, the company agreed to underwrite 100,000 shares of Berkeley Mines Limited at a price of 30¢ per share, or in the alternative to find some other acceptable underwriter for the said shares.
3. The accounts of a subsidiary company, Berkeley Mines Limited, are not consolidated by reason of the substantial minority interest and the uncertainty of future financing plans.
4. Berkeley Mines Limited is in the exploratory stage and all expenditures have been deferred to future periods, consequently there is no profit or loss.

KIRKLAND MINERALS CORPORATION LIMITED

(Incorporated under the laws of the Province of Ontario)

CONSOLIDATED STATEMENT OF DEFICIT

FOR THE YEAR ENDED 31 DECEMBER, 1964

Balance at 1 January, 1964		\$ 2,503,507.99
ADD: Discount on share issues		362,000.00
Cost of mining claim interest abandoned		500.00
Loss on security transactions		6,270.00
Explorative expenditures		
Kidd Township		
Diamond drilling	\$ 12,438.25	
Engineering	6,448.73	
Geophysical surveys	3,870.69	
Travel and transportation	2,782.02	
Sundry expenses	732.32	
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	\$ 26,272.01	
Less: Charged to participants under farm-out agreement	24,141.93	
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	2,130.08	
Other — taxes	456.27	2,586.35
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Administrative expenditures		
Secretarial and office	\$ 7,400.00	
Stock transfer agent	3,315.56	
Legal and audit	1,362.70	
Shareholders' information and meeting	4,189.79	
Travel expense	1,691.51	
Stock Exchange fees	625.77	
Directors' fees	350.00	
Sundry expenses	344.86	
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	\$ 19,280.19	
Less: Interest and dividends	1,304.42	17,975.77
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		\$ 2,892,840.11
DEDUCT: Sale of mining claim surface rights	\$ 4,000.00	
Security option receipt forfeit	1,000.00	
Cash received from the sale of donated shares	27,000.00	32,000.00
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Balance at 31 December, 1964		<u>\$ 2,860,840.11</u>

